SADIE - TIGER BEND
FIRE PROTECTION DISTRICT

MARION, LOUISIANA

FINANCIAL STATEMENTS
AND SUPPLEMENTAL INFORMATION
AS OF AND FOR THE YEARS ENDED
DECEMBER 31, 2018 AND 2017

BOSCH & STATHAM
Certified Public Accountants

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MARION, LOUISIANA

TABLE OF CONTENTS
AS OF AND FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

CONTENTS

	Page
ACCOUNTANT'S COMPILATION REPORT	1
REQUIRED SUPPLEMENTAL INFORMATION (PART I)	2
Management's Discussion and Analysis	3-7
BASIC FINANCIAL STATEMENTS	8
Statements of Net Position	9
Statement of Activities:	
For the year ended December 31, 2018	10
For the year ended December 31, 2017	11
Governmental Fund - General Fund:	
Balance Sheets	12
Statements of Governmental Revenues, Expenditures, and Changes in Fund Balance	13
Notes to Financial Statements	14-24
REQUIRED SUPPLEMENTAL INFORMATION (PART II)	25
General Fund Budgetary Comparison Schedule	26
OTHER SUPPLEMENTAL INFORMATION	27
Schedule of Compensation, Benefits, Reimbursements and Other Payments to or on Behalf of Agency Head	28
OTHER REPORTS	29
Management Letter	30
Status of Prior Findings	31

BOSCH & STATHAM
Certified Public Accountants

To the Board
Sadie - Tiger Bend Fire Protection District
Marion, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities and the General Fund of Sadie-Tiger Bend Fire Protection District (the District), a component unit of Union Parish Police Jury, as of December 31, 2018 and 2017, and for each of the years then ended, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis on pages 3 through 7 and the Budgetary Comparison Schedule on page 26, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the representation of management. This information was subject to our compilation engagement, however we have not audited or reviewed the required supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

The Schedule of Compensation, Benefits, Reimbursements, and Other Payments to or on Behalf of Agency Head is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

We are not independent with respect to the District.

BOSCH & STATHAM, LLC

Bosch & Statham

Ruston, Louisiana
April 24, 2019

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Required Supplemental Information (Part I)
Management's Discussion and Analysis

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2018

As Management of the Sadie - Tiger Bend Fire Protection District, we offer readers of the Sadie - Tiger Bend Fire Protection District's financial statements this narrative overview and analysis of the financial activities of the District as of December 31, 2018, and for the year then ended. We encourage readers to consider the information presented here in conjunction with the District's basic financial statements and supplementary information provided in this report in assessing the efficiency and effectiveness of our stewardship of public resources.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The statement of net position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (for example, earned but not taken annual leave).

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the current funds of the District are included in one category - governmental funds.

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Sadie - Tiger Bend Fire Protection District maintains one individual governmental fund. Information as of and for the year ended December 31, 2018, is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the General Fund.

The Sadie - Tiger Bend Fire Protection District adopts an annual appropriated budget for the General Fund. A budgetary comparison statement is provided to demonstrate compliance with this budget.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 14 through 24 of this report.

Supplemental information

In addition to the basic financial statements and accompanying notes, in the future, this report will also present required supplemental information concerning the Sadie - Tiger Bend Fire Protection District's compliance with its budget for the General Fund.

FINANCIAL HIGHLIGHTS

Government-wide:

- The assets of the District exceeded its liabilities at December 31, 2018, by $600,072, an increase of 8% from the previous year.
- Net investment in capital assets totaled $477,041 for the year ended December 31, 2018, an increase of $10,192 from 2017. During 2018, the District purchased an EconoAir Breathing Air Storage System for $36,233 and recorded depreciation expense of $26,041.

At December 31, 2018, the District's governmental fund (General Fund) reported an ending fund balance of $112,728 an increase of $31,629. Revenues, excluding grants, remained constant while expenditures, excluding grants, decreased by $13,320. The entire balance is available for spending for fire protection services in accordance with the propositions approved by the voters of the District.

NET POSITION

	2018	2017
Current and other assets	**$ 122,932**	$ 87,347
Capital assets, net	**477,041**	466,849
Other assets	**600**	600
Total assets	**600,573**	554,796
Liabilities:		
Accounts and other payables	**501**	517
Net position:		
Net investment in capital assets	**477,041**	466,849
Unrestricted	**123,031**	87,430
Total net position	**$ 600,072**	$ 554,279

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. At the close of the most recent year, assets of the Sadie - Tiger Bend Fire Protection District exceeded liabilities by $600,072.

The changes in net position for the years ended December 31, 2018 and 2017, are summarized as follows:

CHANGES IN NET POSITION

	2018	2017
Revenues:		
Program revenues:		
Operating grants and contributions	**$ 9,280**	$ 10,090
Capital grants and contributions	**32,381**	1,813
General revenues:		
Ad valorem taxes	**16,135**	15,061
Parcel fees	**25,688**	25,139
Other taxes, penalties, and interest	**62**	132
Other general revenues	**3,179**	467
Total revenues	**86,725**	52,702
Program expenses:		
Operating services	**36,357**	28,128
Materials and supplies	**3,324**	6,241
Travel and other	**750**	1,054
Intergovernmental	**501**	516
Total expenses	**40,932**	35,939
Increase (decrease) in net position	**$ 45,793**	$ 16,763

See accountant's compilation report.

Governmental activities

Excluding capital grants and contributions, the most significant revenues of the governmental activities are general revenues (52%), which include ad valorem taxes (19%) and parcel fees (30%). Program revenues (fire insurance rebate) are 11% of the total revenues of governmental activities. Capital grants and contributions were $32,381.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year.

Governmental funds

The District's governmental fund (General Fund) fund balance of $112,728, an increase of $31,629, from December 31, 2017.

GENERAL FUND BUDGETARY HIGHLIGHTS

The district adopted a budget for the year ended December 31, 2018 with budgeted revenues equal to budgeted expenditures of $57,459. The District's actual revenues were above budgeted amounts while expenditures were below budget by $6,335 or 11%.

CAPITAL ASSETS

Sadie-Tiger Bend Fire Protection District's investment in capital assets for its governmental activities as of December 31, 2018, is $477,041 (net of accumulated depreciation). This investment includes two fire stations, building improvements, seven vehicles (ranging in cost from $1,500 to $19,040) and miscellaneous equipment.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The District has adopted a realistic budget for 2019 operations. There are no significant plans for 2019 outside of operating.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Sadie - Tiger Bend Fire Protection District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to the District's Board at P.O. Box 581, Marion, Louisiana 71260.

Basic Financial Statements

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MARION, LOUISIANA

STATEMENTS OF NET POSITION
AS OF DECEMBER 31, 2018 AND 2017

ASSETS	**2018**	2017
Cash and cash equivalents	**$ 89,463**	$ 57,878
Receivables	**33,469**	29,469
Capital assets, net of accumulated depreciation	**477,041**	466,849
Other assets	**600**	600
TOTAL ASSETS	**600,573**	554,796
LIABILITIES		
Accounts, salaries and other payables	**501**	517
NET POSITION		
Net investment in capital assets	**477,041**	466,849
Restricted for public safety - fire protection	**123,031**	87,430
TOTAL NET POSITION	**$ 600,072**	$ 554,279

See accompanying notes and accountant's compilation report.

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MARION, LOUISIANA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2018

		PROGRAM REVENUES			NET (EXPENSE)
FUNCTIONS - GOVERNMENTAL ACTIVITIES	**EXPENSES**	**CHARGES FOR SERVICES**	**OPERATING GRANTS AND CONTRIBUTIONS**	**CAPITAL GRANTS AND CONTRIBUTIONS**	**REVENUE AND CHANGES IN NET ASSETS**
Public Safety	$ 40,932	$ -	$ 9,280	$ 32,381	$ 729
		General revenues:			
		Property taxes levied for:			
		Public Safety			16,135
		Parcel fees levied for:			
		Public Safety			25,688
		Other taxes, penalties and interest			62
		Other			3,179
		Total general revenues			45,064
		Change in net position			45,793
		Net position at beginning of year			554,279
		Net position at end of year			$ 600,072

See accompanying notes and accountant's compilation report.

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MARION, LOUISIANA

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017

		PROGRAM REVENUES			NET (EXPENSE)
FUNCTIONS - GOVERNMENTAL ACTIVITIES	**EXPENSES**	**CHARGES FOR SERVICES**	**OPERATING GRANTS AND CONTRIBUTIONS**	**CAPITAL GRANTS AND CONTRIBUTIONS**	**REVENUE AND CHANGES IN NET ASSETS**
Public Safety	$ 35,939	$ -	$ 10,090	$ 1,813	$ (24,036)
		General revenues:			
		Property taxes levied for:			
		Public Safety			15,061
		Parcel fees levied for:			
		Public Safety			25,139
		Other taxes, penalties and interest			132
		Other			467
		Total general revenues			40,799
		Change in net position			16,763
		Net position at beginning of year			537,516
		Net position at end of year			$ 554,279

See accompanying notes and accountant's compilation report.

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MARION, LOUISIANA

GOVERNMENTAL FUND - GENERAL FUND - BALANCE SHEETS
AS OF DECEMBER 31, 2018 AND 2017

ASSETS	**2018**	2017
Cash and cash equivalents	**$ 89,463**	$ 57,878
Receivables	**33,469**	29,469
Other assets	**600**	600
Total assets	**$ 123,532**	$ 87,947
LIABILITIES, DEFERRED INFLOWS, AND FUND EQUITY		
Liabilities:		
Accounts payable	**$ 501**	$ 517
Deferred inflows of resources:		
Ad valorem taxes unavailable at year-end	**10,303**	6,331
Fund equity - fund balances:		
Nonspendable	**600**	600
Restricted	**112,128**	80,499
Total fund equity - fund balances	**112,728**	81,099
Total liabilities, deferred inflows, and fund equity	**$ 123,532**	$ 87,947

See accompanying notes and accountant's compilation report.

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MARION, LOUISIANA

STATEMENTS OF GOVERNMENTAL REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
AS OF AND FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

	2018	2017
Revenues:		
Taxes:		
Ad valorem taxes	**$ 14,653**	$ 14,515
Parcel Fees	**23,198**	24,729
Other taxes, penalties, and interest	**62**	132
Intergovernmental funds:		
Federal funds	**32,381**	1,813
State funds:		
Fire insurance rebate	**9,280**	10,090
Other revenues	**3,179**	467
Total revenues	**82,753**	51,746
Expenditures:		
Current:		
Public safety:		
Operating Services	**10,316**	7,025
Materials and supplies	**3,324**	6,241
Travel and other	**750**	1,054
Intergovernmental	**501**	516
Capital outlay	**36,233**	19,040
Total expenditures	**51,124**	33,876
Net change in fund balances	**31,629**	17,870
Fund balance at beginning of year	**81,099**	63,229
Fund balance at end of year	**$ 112,728**	$ 81,099

See accompanying notes and accountant's compilation report.

Introduction

The Sadie - Tiger Bend Fire Protection District was established by the Union Parish Police Jury on May 4, 2010, as authorized by Louisiana Revised Statute 40:1492. The District is governed by a five-member board which serves without compensation. The District is responsible for maintaining and operating fire stations and equipment and providing fire protection within the boundaries of the District. The District has no employees.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying basic financial statements of the Sadie - Tiger Bend Fire Protection District (District) have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The basic financial statements present the financial position and results of operations of the various funds of the District as of and for the year ended December 31, 2018.

A. REPORTING ENTITY

As the governing authority of the parish, for reporting purposes, the Union Parish Police Jury is the financial reporting entity for Union Parish. The financial reporting entity consists of (a) the primary government (police jury), (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

As required by GASB Statement No. 61, *The Financial Reporting entity: Omnibus an amendment of GASB Statement No. 14 and No. 34,* a legally separate entity is considered a component unit of the Union Parish Police Jury, the reporting entity for Union parish, if at least one of the following criteria is met:

1. The police jury appoints a voting majority of an organization's governing body and is either able to impose its will on the organization or there is a potential financial benefit/burden to the police jury.

2. The entity is fiscally dependent on the police jury and there is a potential financial benefit/burden to the police jury.

3. The nature and significance of the relationship between the police jury and the entity is such that exclusion would cause the financial statements of the police jury to be misleading.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Depending on the closeness of their relationship with the police jury, some component units are blended with the parish reporting entity, while others are discretely reported.

In reporting entity financial statements, the District would be a discretely-presented component unit of the police jury.

B. BASIS OF PRESENTATION

The financial report consists of Management's Discussion and Analysis (MD&A), basic financial statements, notes to the basic financial statements, and required supplementary information other than the MD&A. The MD&A provides an analytical overview of the financial activities of the District. The basic financial statements include the government-wide financial statements, fund financial statements, and notes to the basic financial statements.

The government-wide statements consist of a statement of net position and a statement of activities. These statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Major revenues such as ad valorem taxes and parcel fees are assessed, collected and susceptible to accrual. Assets, deferred outflows, liabilities, deferred inflows, revenues and expenses of the government are reported in the financial statements.

All capital (long-lived) assets, receivables, and long-term obligations are reported in the statement of net position. The statement of activities reports revenues and expenses in a format that allows the reader to focus on the net cost of each function of the District. Both the gross and net cost per function, which is otherwise being supported by general government revenues, is compared to the revenues generated by the function. In the statement of activities, gross expenses, including depreciation, are reduced by related program revenues, which are comprised of changes for services, operating grants and contributions and capital grants and contributions. Direct and indirect expenses are reported as program expenses for individual funds functions and activities. The program revenues must be directly associated with the function or a business-type activity. The types of transactions included in program revenues are grants which currently consist of the fire insurance rebate. The operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants.

The fund financial statements report the District as a collection of major and nonmajor funds presented on separate schedules by fund category – governmental, proprietary, and fiduciary funds. At this time, the District has only a governmental fund, the General Fund.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The governmental fund statements include a balance sheet and a statement of revenues, expenditures, and changes in fund balances with one column for the General Fund. The statements are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized in the accounting period in which they become measurable and available to finance expenditures of the current period, generally considered sixty days after the end of the fiscal year, except for federal grants, which generally are considered available for twelve months after the end of the fiscal year. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest payments on general long-term liabilities, which are recognized when due.

Major Funds
Major funds are those whose revenues, expenditures/expenses, assets, or liabilities are at least ten percent of the total for their fund category or type (governmental or enterprise) and at least five percent of the corresponding element total for all governmental and enterprise funds combined. At this time, the District has only a General Fund.

The data on the face of the three sets of financial statements must be accompanied by certain disclosures to ensure accurate information is presented in the financial report. This additional information is presented in the form of a single set of notes to the basic financial statements.

Governmental Funds
The District maintains only a General Fund. The General Fund is the operating fund of the District. Revenues include ad valorem taxes and parcel fees.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. ASSETS, LIABILITIES, DEFERRED INFLOWS, DEFERRED OUTFLOWS, AND NET POSITION, EQUITY, OR NET FUND BALANCES

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental activities column of the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The District maintains a threshold level of $1,000 or more for capitalizing capital assets. Since surplus assets are sold for an immaterial amount when declared as no longer needed for their intended purposes by the District, no salvage value is taken into consideration for depreciation purposes. All capital assets are depreciated using the straight-line method over the following useful lives:

Description	Estimated Lives
Buildings	40 Years
Land improvements	15 Years
Building improvements	15 Years
Vehicles	5 Years
Furniture and equipment	3 - 15 Years

Deferred Outflows/Inflows of Resources

Deferred outflows of resources represent a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense or expenditure) until then. The District has no items that qualify for reporting in this category.

Deferred inflows of resources represent an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. Ad valorem taxes collected past February of the subsequent year are classified as deferred inflows.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance Classifications and Net Position

In accordance with Government Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, Sadie – Tiger Bend Fire Protection District classifies governmental fund balances as follows:

Nonspendable	Includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.
Restricted	Includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.
Committed	Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year-end. Fund balance may be committed by the District Board.
Assigned	Includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the District Board.
Unassigned	Includes positive fund balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

The District has a general policy to first use restricted resources for expenditures incurred for which both restricted and unrestricted (committed, assigned, and unassigned) resources are available. When expenditures are incurred for which only unrestricted resources are available, the general policy of the District is to use committed resources first, followed by assigned, and then unassigned. The use of restricted/committed resources may be deferred based on a review of the specific transaction.

Net position represents the difference between all other elements in a statement of financial position (i.e. assets, deferred outflows of resources, less liabilities, less deferred inflows of resources, equals net position). Net position is segregated into three categories on the government-wide statement of net position: net investment in capital assets; restricted; and unrestricted. Net investment in capital assets consists of capital assets (net of accumulated depreciation) reduced by the outstanding balances of bonds, mortgages, notes other debt attributable to the acquisition, construction, or improvement of such assets. Restricted net position represents the portion of net position that consists of restricted assets reduced by liabilities and deferred inflows related to those assets. The District first uses restricted assets for expenses incurred when both restricted and unrestricted net position is available for use. The use of restricted assets may be deferred based on a review of the specific transaction.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The following are reconciliations of the government-wide statements to the governmental fund financial statements. This reconciliation is necessary to bring the financial statements from the current financial resources measurement focus and modified accrual basis of accounting to the economic resources measurement focus and full accrual basis of accounting.

	2018	2017
Fund balance	**$ 112,728**	$ 81,099
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources	**477,041**	466,849
In the fund financial statements, revenues that are not received within 60 days of year end, are not recognized:		
Deferred inflows - ad valorem taxes - unavailable	**10,303**	6,331
Net assets of governmental activities	**$ 600,072**	$ 554,279

	2018	2017
Net change in fund balance	**$ 31,629**	$ 17,870
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		
Capital outlay	**36,233**	19,040
Depreciation expense	**(26,041)**	(21,103)
Revenues that do not provide current financial resources are deferred in the funds, but are recognized on the statement of activities. This is the amount by which the current-year deferred revenue is less than the prior-year deferred revenue as reported on the governmental fund balance sheets.		
Current year - ad valorem taxes unavailable	**10,303**	6,331
Prior year - ad valorem taxes unavailable	**(6,331)**	(5,375)
Change in net assets of governmental activities	**$ 45,793**	$ 16,763

See accountant's compilation report.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. BUDGETS AND BUDGETARY ACCOUNTING

The Louisiana Local Government Budget Act requires that the District adopt a budget for its General Fund on or before December 31st prior to the applicable fiscal year. If actual revenues and other sources, expenditures and other uses, or estimated beginning fund balances vary unfavorably more than five percent from budgeted amounts, the District is required to amend the budget.

F. USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 - DEPOSITS

Bank accounts and short-term investments, such as nonnegotiable certificates of deposit and money market accounts, are included as deposits. The District has not formally adopted deposit and investment policies that limit the District's allowable deposits or investments and address risks.

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District's policy to ensure that there is no exposure to this risk is to require each financial institution to pledge its own securities to cover any amount in excess of Federal Depository Insurance Coverage (FDIC). Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the District that the fiscal agent bank has failed to pay deposited funds upon demand. Accordingly, the District had no custodial credit risk related to its deposits at December 31, 2018 or 2017.

Under state law, the District may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having principal offices in Louisiana. At December 31, 2018 and 2017, the District had cash and cash equivalents (book balances in demand deposits) totaling $89,463 and $57,878 respectively.

These deposits are stated at cost, which approximates market. Cash and cash equivalents (bank balances) at December 31, 2018 and 2017, were $89,619 and $57,878 respectively. These deposits were fully insured by FDIC.

NOTE 3 – ACCOUNTS RECEIVABLE AND ACCOUNTS PAYABLE

Balances of receivables and payables have been aggregated for presentation in the accompanying financial statements. The following schedules provide additional detail concerning balances of receivables and payables by category.

Receivable balances at December 31, 2018 and 2017, are as follows:

	2018	2017
Ad valorem taxes	$ **13,369**	$ 11,544
Parcel fees	**20,100**	17,925
Total	$ **33,469**	$ 29,469

For the years ended December 31, 2018 and 2017, $501 and $517, respectively, was due for pension contributions required to be deducted from ad valorem tax collections.

See accountant's compilation report.

NOTE 4 - CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets for the years ended December 31, 2018 and 2017, follows:

	Beginning Balance	Additions	Deletions	Ending Balance
As of December 31, 2018:				
Capital assets being depreciated:				
Buildings	$ 435,916	$ -	$ -	$ 435,916
Building improvements	5,477	-	-	5,477
Land improvements	10,070	-	-	10,070
Vehicles	55,540	-	-	55,540
Furniture and equipment	8,331	36,233	-	44,564
Total capital assets being depreciated	515,334	36,233	-	551,567
Less accumulated depreciation:				
Buildings	(25,429)	(10,898)	-	(36,327)
Building improvements	(426)	(365)	-	(791)
Land improvements	(3,692)	(1,007)	-	(4,699)
Vehicles	(15,513)	(8,908)	-	(24,421)
Furniture and equipment	(3,425)	(4,863)	-	(8,288)
Total accumulated depreciation	(48,485)	(26,041)	-	(74,526)
Net capital assets	$ 466,849	$ 10,192	$ -	$ 477,041
As of December 31, 2017:				
Capital assets being depreciated:				
Buildings	$ 435,916	$ -	$ -	$ 435,916
Building improvements	5,477	-	-	5,477
Land improvements	10,070	-	-	10,070
Vehicles	36,500	19,040	-	55,540
Furniture and equipment	8,331	-	-	8,331
Total capital assets being depreciated	496,294	19,040	-	515,334
Less accumulated depreciation:				
Buildings	(14,531)	(10,898)	-	(25,429)
Building improvements	(61)	(365)	-	(426)
Land improvements	(2,685)	(1,007)	-	(3,692)
Vehicles	(8,826)	(6,687)	-	(15,513)
Furniture and equipment	(1,279)	(2,146)	-	(3,425)
Total accumulated depreciation	(27,382)	(21,103)	-	(48,485)
Net capital assets	$ 468,912	$ (2,063)	$ -	$ 466,849

See accountant's compilation report.

NOTE 5 - LEVIED TAXES

Louisiana Revised Statute 47:1993 requires that the tax roll be filed on or before November 15 of each year. Ad valorem taxes become delinquent if not paid by December 31. The taxes are normally collected in December of the current year and January and February of the ensuing year.

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, attach as an enforceable lien, and become due and payable on the date the tax rolls are filed with the recorder of mortgages.

The ad valorem tax millage authorized and levied by the District was 10.00 for the years ended December 31, 2018 and 2017. Any difference between authorized and levied millages is the result of reassessments of taxable property within the parish as required by Article 7, Section 18 of the Louisiana Constitution of 1974.

For the year ended December 31, 2018, the assessed value of Weyerhaeuser Company's property was approximately sixteen percent of total assessed value. Tax revenue from Weyerhaeuser Company's property was approximately ten percent of the District's total ad valorem tax revenue.

The District also collects parcel fees from property owners within the District. The 2018 tax roll included 318 parcels for a total of $23,850.

NOTE 6 – LEASE AGREEMENTS

During 2011 and 2012, the District entered into two lease agreements with landowners whereby the landowners agreed to lease certain portions of land to the District for $1 a year for as long as the land is used for the operation of fire stations. The District began construction on the stations during 2014 and was completed during 2015. Construction costs totaled $435,916. Of that amount $422,000 was financed by an LCDBG grant through the Union Parish Police Jury and $13,916 was paid by the District.

NOTE 7 – STEWARDSHIP

For the year ended December 31, 2018, General Fund expenditures were eleven percent below appropriations.

NOTE 8 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets. To handle such risk of loss, the District maintains a commercial insurance policy covering property and general liability.

NOTE 9 - CONTINGENCIES

At December 31, 2018, the Sadie - Tiger Bend Fire Protection District is not involved in any litigation.

See accountant's compilation report.

NOTE 10 - SUBSEQUENT EVENTS

Management has evaluated subsequent events through April 24, 2019, the date on which the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION

See accountant's compilation report.

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MARION, LOUISIANA

GENERAL FUND BUDGETARY COMPARISON SCHEDULE
FOR THE YEAR ENDED DECEMBER 31, 2018

	BUDGETED AMOUNTS ORIGINAL	BUDGETED AMOUNTS FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
Revenues:				
Taxes:				
Ad valorem taxes	$ 57,459	$ 57,459	$ 14,653	$ (42,806)
Parcel Fees	-	-	23,198	23,198
Other taxes, penalties, and interest	-	-	62	62
Intergovernmental funds:				
Federal funds	-	-	32,381	32,381
State funds:				
Fire insurance rebate	-	-	9,280	9,280
Other revenues	-	-	3,179	3,179
Total revenues	57,459	57,459	82,753	25,294
Expenditures:				
Current:				
Public safety:				
Operating Services	8,102	8,102	10,316	2,214
Materials and supplies	29,323	29,323	3,324	(25,999)
Travel and other	994	994	750	(244)
Intergovernmental	-	-	501	501
Capital outlay	19,040	19,040	36,233	17,193
Total expenditures	57,459	57,459	51,124	(6,335)
Net change in fund balance	-	-	31,629	31,629
Fund balance at beginning of year	-	-	81,099	81,099
Fund balance at end of year	$ -	$ -	$ 112,728	$ 112,728

See accountant's compilation report.

OTHER SUPPLEMENTAL INFORAMTION

See accountant's compilation report.

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MARION, LOUISIANA

SCHEDULE OF COMPENSATION, BENEFITS, REIMBURSEMENTS, AND OTHER PAYMENTS TO OR ON BEHALF OF AGENCY HEAD AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2018

The Board members serve without compensation. There are no employees.

Board Member	Compensation	Reimbursements
Mike Davis	$ -	$ -
Terry Dumas	-	-
Montrel Ferguson	-	-
Abe Stanley	-	-
Mark Starr	-	-
Totals	$ -	$ -

See accountant's compilation report.

OTHER REPORTS

See accountant's compilation report.

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MARION, LOUISIANA

MANAGEMENT LETTER
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2018

We did not perform an audit or review of the District's financial statements as of and for the year ended December 31, 2018. However, while performing our compilation procedures as required by the Louisiana Governmental Audit Guide, we noted the following matter that must be communicated to management of the District.

This communication is intended solely for the information and use of the Board, federal awarding agencies, pass-through entities, and the Louisiana Legislative Auditor, and is not intended to be and should not be used by anyone other than these specified parties. Although the use of this reports may be limited, under Louisiana Revised Statute 24:513, it is issued by the Louisiana Legislative Auditor as a public document.

2018-001 Written Policies and Procedures

Issue
The District has no written policies and procedures. Though the District has no employees and a relatively low volume of activity, written policies and procedures are recommended by the Louisiana Legislative Auditor. Such documentation decreases the risk of noncompliance, fraud, and abuse. Written policies and procedures also facilitates transition when there is turnover in officials and employees.

Recommendation
We recommend that the Board compile and adopt written policies and procedures recommended by the Louisiana Legislative Auditor.

Management's Response
We will implement the accountant's recommendation.

See accountant's compilation report.

SADIE - TIGER BEND FIRE PROTECTION DISTRICT
MARION, LOUISIANA

STATUS OF PRIOR COMMENTS
AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2018

Finding No.	Initial Year	Description	Status
2017-1	2017	Written Policies and Procedures	Recurring

See accountant's compilation report.